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13 APR 1959

OGC Has Reviewed

MEMORANDUM FOR: Director of Central Intelligence  
 SUBJECT: Procurement Contract Disputes Clause

1. This memorandum contains a recommendation in paragraph 4 for approval of the Director of Central Intelligence.

2. Our procurement contracts normally contain a clause outlining how disputes will be handled. In connection with Contract PSC-202-UNV with the [redacted] in New York, this clause provides that the Contractor may appeal a decision of the Contracting Officer to you or your authorized representative, who, after a hearing, will make final and conclusive decision.

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3. [redacted] has a claim for additional payments under a contract completed by them on which they lost money. We can at this time see no grounds for relief, although we have some sympathy for the company's position, but we definitely have no objection to the requested appeal.

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4. With the concurrence of the Director of Logistics, we recommend that you appoint [redacted] Chief, Commercial Staff, as your authorized representative to hear this case. [redacted] has been informed and is available to serve.

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S/ Lawrence R. Houston

LAWRENCE R. HOUSTON  
General Counsel

OGC:LRH:jeb  
 Distribution:  
 Orig & 1-AC/CM  
 cc: DCI  
 DDCI

ER  
 A-DD/S  
 Director of Logistics  
 General Counsel w/back-  
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The recommendation in  
paragraph 4 is approved

SIGNED

ALLEN W. DULLES  
Director

13 APR 1959

Date

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**MEMORANDUM FOR: THE DIRECTOR**

The attached memorandum recommends  
that [redacted] be designated as your  
representative for determination of a contract  
appeal. Recommend approval.

S/ **Lawrence R. Houston**  
Lawrence R. Houston  
General Counsel

**CONCUR**

(signed) H. Gates Lloyd

**H. Gates Lloyd**  
**Acting Deputy Director**  
**(Support)**  
**14 APR 1959**

**13 APR 1959**

**(DATE)**

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FORM NO. 101 REPLACES FORM 10-101  
1 AUG 54 WHICH MAY BE USED.

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